



4004

**ANNUAL REPORT**

OF

Name: VERNON TELEPHONE COOPERATIVE

Principal Office: 103 N MAIN ST  
P.O. BOX 20  
WESTBY, WI 54667-0020  
PO Box Zip Code: 54667-0020

For the Year Ended: DECEMBER 31, 2005

TELECOMMUNICATIONS UTILITY  
TO  
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854  
Madison, WI 53707-7854  
<http://psc.wi.gov>

*This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.*

## GENERAL RULES FOR REPORTING

1. The annual report due date is April 1 of the following year. If that date falls on a weekend or holiday, the annual report is due the following business day.
2. **Electronic filing via e-mail is required, unless additional provisional confidential treatment is desired.**  
Go to the Public Service Commission of Wisconsin's Web Page at <http://psc.wi.gov>, and select the appropriate program for Incumbent Local Exchange Carriers (LECs). If additional confidential treatment is desired, contact Christopher Larson at (608) 267-9508 or [christopher.larson@psc.state.wi.us](mailto:christopher.larson@psc.state.wi.us) for instructions.
3. LEC entities with no revenues for the report year are required to file a LEC annual report.
4. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records of the utility in conformity with the Uniform System of Accounts prescribed by the Public Service Commission in docket 05-US-116. The definitions and instructions contained therein should also apply to the report wherever applicable. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to accounting or other pertinent regulations.
5. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses. Abbreviations listed on page 6 may be used. However, please show the exact name of the respondent in full on the Identification and Ownership page.
6. Wherever information is requested in a "note," please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
7. Numeric items are limited to digits (0-9). Do not type commas when entering numbers. A minus sign "-" should be entered in the software program to indicate negative values. The program will convert the minus sign to parentheses if a hard copy of the annual report is printed. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
8. Report all dollar amounts to the nearest thousand dollars. (Example: \$130,000 should be reported as \$130.)
9. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
10. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, the previous year's data should be reported without modification. If modified, an appropriate footnote indicator and explanation should be included in the current year's annual report.
11. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the "Individual or firm, if other than utility employee, preparing this report" portion of the Identification and Ownership schedule, which describes the nature and extent of work performed.
12. The LEC annual report program incorporates provisional confidentiality capability for selected items. These items vary from year to year and are based on the Commission's decision regarding confidential items in the annual report.

## GENERAL RULES FOR REPORTING

If additional provisional confidential treatment is desired, do not file the annual report electronically using the program's e-mail filing capabilities.

13. It is not necessary to manually or electronically "sign" the signature page. It is not necessary to file a hardcopy of the annual report with the Commission.

14. **Edit Check, Confidential Listing, Exported Annual Report, and Export Status Files;  
Filing the Completed Report:**

Program edit checks, which are located under the Admin dropdown menu, should be run at the completion of data entry. Each edit problem lists pertinent schedule(s) as well as the nature of the problem (such as "does not equal"). Edit items should be reviewed and corrected; unresolved problems should be footnoted in the report, if necessary. This screen automatically saves the edit checks to an .edt file that may be viewed and edited (for purposes of adding necessary notations) using a word processing package such as WordPad.

The confidential listing, which is located under the Admin dropdown menu, should also be run at the completion of data entry. This will create a .clf file.

Select the annual report to export from the Main-Report Selection window. Click Admin, Export Data to PSC to start the export process. This will create an .mdb file, which will subsequently be encrypted to a file with an .sen extension. An export status file is also created (with a .txt extension). The export status report file may also be viewed in a word processing package such as WordPad. If you encounter any export errors, please contact the Commission for assistance.

The .edt, .clf, .sen, and .txt files will be zipped to a file with a .zip extension. An e-mail message will be created, addressed to pscrcs@psc.state.wi.us. The .zip file is automatically attached to the e-mail message. After the e-mail is created, it will automatically be sent to the Commission.

Once received and processed by the Commission, you will receive a response indicating that your annual report has been received and is being processed. You will be notified if there are any problems with the annual report filing.

15. **Name Changes:**

If a name change (e.g., the new name, the date of the change, and the affected entities with their respective four-digit Commission identification numbers) is identified in the report, documents from the State of Wisconsin Department of Financial Institutions (DFI) also must be submitted to the Commission:

A domestic corporation should send a copy of the stamped page from its Articles of Amendment as filed with DFI. A foreign corporation should send a copy of their Amended Certificate of Authority as issued by DFI. *These documents can be obtained by:*

1. Calling DFI at (608) 261-7577;
2. Contacting DFI on the web at <http://www.wdfi.org>; or
3. By writing to DFI at P.O. Box 7846, Madison, WI 53707-7846.

**A name change is not effective in the Commission's records until a separate notification letter is sent to the Commission including documentation to confirm registration of that change with the State of Wisconsin Department of Financial Institutions.**

## **GENERAL RULES FOR REPORTING**

### **16. Changes to the Annual Report Subsequent to Filing:**

If making revisions to the report subsequent to an electronic filing (i.e., using the program's e-mail capabilities) with the Commission, resubmit the report via e-mail following the procedures set forth above in item number 14. New edit check, confidential listing, exported annual report, and export status files should be created as a result of the revisions.

## SIGNATURE PAGE

I SCOTT HAAKENSEN of  
(Officer Verifying Annual Report Information)  
VERNON TELEPHONE COOPERATIVE, certify that I  
(Utility Name)

have examined the following report and, to the best of my knowledge, information and belief, it is a correct statement of the business and affairs of said utility for the period covered by the report in respect to each and every matter set forth therein.

<u>SCOTT HAAKENSEN</u> (Officer Verifying Annual Report Information)	<u>03/21/2006</u> (Date)
<u>ACCOUNTANT</u> (Title)	

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## ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

<b>Access Line</b>	Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency transmission, and/or time slot transmission. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice channel or a 64 kilobits per second digital channel.
<b>Analog Signal</b>	A signal that varies in a continuous manner such as voice or music. An analog signal must be contrasted with a digital signal which can assume only discrete values.
<b>Cellular System</b>	A high capacity land mobile radio system in which an assigned frequency spectrum is divided into discrete channels that are assigned to a cellular geographic serving area.
<b>Central Office</b>	A switching unit in a telephone system providing service to the general public, having the necessary equipment and operating arrangements for terminating and interconnecting lines and trunks.
<b>Centrex</b>	A service for customers with many stations that permits station-to-station dialing, one listed directory number for the customer, direct inward dialing to a particular station and station identification on outgoing calls. The switching functions are performed in a central office (stand alone, host or remote).
<b>Channel</b>	An electrical communications path between two or more points. A single pair of wires may provide more than one channel. A channel may also be provided by microwave.
<b>Customer</b>	A person who uses a telephone as a subscriber.
<b>Digital Signal</b>	A signal that has a limited number of discrete states. This may be contrasted with an analog signal that varies in a continuous manner and may have an infinite number of states.
<b>Equal Access</b>	The ability of the subscriber to use any long distance service by dialing the same number of digits.
<b>Exchange</b>	A defined area served by one or more central offices regardless of technical serving arrangements within which the company furnishes service at rates and rules prescribed for that area in the company's filed tariffs. The area is not necessarily marked by political boundaries or the location of host or remote switching units.
<b>Extended Area Service (EAS)</b>	The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.
<b>Extended Community Calling (ECC)</b>	The ability of a customer to call customers in other exchanges at rates usually above EAS rates but below toll rates for comparable distances. Rates generally include a duration element.
<b>Feature Group A</b>	Line-side originating and terminating LATA access for which an originating subscriber dials an assigned telephone number that connects to a specific interexchange carrier (IC). The IC returns a tone to signal the caller to input additional generated digits of the called number.

## ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

<b>Feature Group B</b>	Trunk-side originating and terminating LATA access for which an originating subscriber dials a 950-WXXX number (where W=0, 1 and XXX is the carrier access code (CAC)), which is translated to a specific XXX carrier trunk group. Optional rotary dial service and ANI may be available.
<b>Feature Group C</b>	Trunk-side LATA access for AT&T-Communications generally on a direct basis between each end office (EO) and an AT&T-C switching system.
<b>Feature Group D</b>	Also referred to as equal access. It is trunk-side LATA access affording call supervision of an interexchange carrier, a uniform access code (10XXXXX), optional calling party identification, recording of access-charge billing details and presubscription to a customer specified interexchange carrier.
<b>FX-IN</b>	A nonswitched service where the customer of the company is connected to and receives switching service through central office equipment located in another exchange area.
<b>FX-OUT</b>	A switched service where facilities are provided from the central office out to the exchange boundary where it meets the line from a foreign exchange subscriber.
<b>Host Switching System</b>	A switching system that provides centralized control over most of the switching functions of one or more remote switching units. The host switching system usually provides trunk access to the operating company intraLATA networks.
<b>Local Access Transport Area (LATA)</b>	A geographic area within which an operating company may offer its telecommunications services.
<b>Mobile Telephone</b>	A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.
<b>Paging</b>	A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.
<b>Pair</b>	Two wires of a single circuit.
<b>Pay Station</b>	A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.
<b>Private Line Service</b>	Channel or circuit rented for private use and not intended to be connected to the general distribution system.
<b>Private Branch Exchange (PBX)</b>	A manually, or operator controlled switching system, usually on the customer's premises, which serves that customer's telephones over a common group of lines from the central office.
<b>Radio Common Carrier (RCC)</b>	A company which furnishes public telecommunications service using one or more radio channels.
<b>Remote Switching Unit (RSU)</b>	An electronic switching system that is remote from its host or control office. All of the central control equipment for the RSU is located in the host switching system.



## **ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS**

<b>Route Miles</b>	<p>Total number of route miles (to the nearest mile) of operating plant facilities including drop wire in the exchange. One route mile may consist of:</p> <ol style="list-style-type: none"><li>1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.</li><li>2. One mile of a cross country route with any combination of outside plant facilities.</li><li>3. One mile of point-to-point microwave or radio link.</li><li>4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.</li><li>5. One mile of joint use line where the utility either owns the facility or leases space.</li></ol>
<b>Stand Alone Switch</b>	<p>A central office switch which has no remote switching units (RSUs) subtending it.</p>
<b>Trunk</b>	<p>A communications path connecting two switching systems in the establishment of an end-to-end connection.</p>
<b>Wide Area Telephone Service (WATS)</b>	<p>Customer leased access line or lines connected to the nationwide network over which an unlimited number of calls can be made for a fixed monthly charge.</p>
<b>Wire Center</b>	<p>The location of one or more local switching systems. A point at which customers' loops converge.</p>

## ABBREVIATIONS USED IN ANNUAL REPORTS

<b>Acct</b>	.....	Account
<b>Accum</b>	.....	Accumulated
<b>Acq</b>	.....	Acquisition
<b>Admin</b>	.....	Administrative
<b>Alloc</b>	.....	Allocation
<b>Amort</b>	.....	Amortization
 <b>CO</b>	 .....	 Central Office
 <b>Depr</b>	 .....	 Depreciation
 <b>Equip</b>	 .....	 Equipment
<b>Exp</b>	.....	Expenses
<b>EOY</b>	.....	End of Year
 <b>FOY</b>	 .....	 First of Year
 <b>Info</b>	 .....	 Information
<b>ITC</b>	.....	Investment Tax Credit
 <b>Misc</b>	 .....	 Miscellaneous
 <b>Nonoper</b>	 .....	 Nonoperating
<b>Nonreg</b>	.....	Nonregulated
 <b>Oper</b>	 .....	 Operating
<b>Opns</b>	.....	Operations
<b>Orig</b>	.....	Originating
 <b>Prop</b>	 .....	 Property
 <b>Receiv</b>	 .....	 Receivable
<b>Reg</b>	.....	Regulated
<b>Rev</b>	.....	Revenues
 <b>Svcs</b>	 .....	 Services
 <b>Telecom</b>	 .....	 Telecommunications
<b>Term</b>	.....	Terminating
<b>TPIS</b>	.....	Telecommunications Plant in Service
<b>TPUC</b>	.....	Telecommunications Plant Under Construction
 <b>Uncoll</b>	 .....	 Uncollectible

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**IDENTIFICATION AND OWNERSHIP**

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**Exact Utility Name:** VERNON TELEPHONE COOPERATIVE  
**Utility Location:** 103 N MAIN ST  
P.O. BOX 20  
WESTBY, WI 54667-0020  
P.O. BOX ZIP 54667-0020

**Utility (or Parent/Holding Company) Web Site Address:**  
www.vernontel.com

**When was utility organized?:** 10/22/1952

**Report any change in name and the effective date:**

**Telephone numbers for potential customers to contact company:**

Business Customers: (608) 634 - 3136 Ext:

Residential Customers: (608) 634 - 3136 Ext:

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**Primary Address - Primary Utility Contact (located at utility address)**

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**Name:** MR. SCOTT E. HAAKENSEN  
**Title:** ACCOUNTANT  
**Firm:** VERNON TELEPHONE COOPERATIVE  
**Office Address:** 103 NORTH MAIN STREET  
P.O. BOX 20  
WESTBY, WI 54667-0020  
**Fax Number:** (608) 634 - 2000  
**Telephone Number:** (608) 634 - 3136 EXT 223  
**Email Address:** shaakenson@vernontel.com

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**Annual Report Address - Contact person for information contained in this annual report**

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☒ **Same as Primary Address**

**Name:**  
**Title:**  
**Firm:**  
**Office Address:**  
,  
**Fax Number:** ( ) - EXT  
**Telephone Number:** ( ) - EXT  
**Email Address:**

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**IDENTIFICATION AND OWNERSHIP**

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**Regulatory Contact - Contact person for regulatory inquiries and complaints**

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☒ **Same as Primary Address****Name:****Title:****Firm:****Office Address:**

,

**Fax Number:** ( ) - EXT**Telephone Number:** ( ) - EXT**Email Address:**

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List names, addresses, and percent ownership interest held by persons owning 5 percent or more of outstanding voting securities or membership interests. If any stock (or interest) is held by a nominee, give known particulars as to the beneficial owner (See Wis. Stat. § 196.795(1)(c), for definition of beneficial owner).

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**Name:** N/A**Address:** N/A

PO BOX 0

N/A, WI 54667

**Percent Interest Held:****Beneficial Owner:** NONE

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**List companies owned, controlled, or operated and form and extent of such ownership, control or operation.**

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**Company Name:** VERNON COMMUNICATIONS, LLC**Form of Interest:** OWNED**Extent Of Interest:** 100%

**OFFICERS AND DIRECTORS****Name, Title/Occupation  
and Business Address**

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<b>Name:</b> BRAD GABRIELSON <b>Title/Occupation:</b> DIRECTOR <b>Business Address (1):</b> E11810 STATE HIGHWAY 82 <b>Business Address (2):</b> <b>Business Address (3):</b> <b>City State, Zip:</b> LA FARGE, WI 54639	<b>1</b>
<b>Name:</b> DAVID DREGNE <b>Title/Occupation:</b> DIRECTOR <b>Business Address (1):</b> 109 E. CENTER ST <b>Business Address (2):</b> <b>Business Address (3):</b> <b>City State, Zip:</b> READSTOWN, WI 54652	<b>2</b>
<b>Name:</b> DONALD STOWELL <b>Title/Occupation:</b> DIRECTOR <b>Business Address (1):</b> 11028 ELM ST <b>Business Address (2):</b> <b>Business Address (3):</b> <b>City State, Zip:</b> YUBA, WI 54634	<b>3</b>
<b>Name:</b> EDMUND WOLF <b>Title/Occupation:</b> DIRECTOR <b>Business Address (1):</b> 118 COLUMBIA ST <b>Business Address (2):</b> <b>Business Address (3):</b> <b>City State, Zip:</b> DESOTO, WI 54624	<b>4</b>
<b>Name:</b> HARLAN ERLANDSON <b>Title/Occupation:</b> PRESIDENT/DIRECTOR <b>Business Address (1):</b> 321 N. STATE RD <b>Business Address (2):</b> <b>Business Address (3):</b> <b>City State, Zip:</b> LA FARGE, WI 54639	<b>5</b>
<b>Name:</b> JIM MATTHES <b>Title/Occupation:</b> VICE-PRESIDENT/DIRECTOR <b>Business Address (1):</b> 11675 COUNTY RD I <b>Business Address (2):</b> <b>Business Address (3):</b> <b>City State, Zip:</b> VIOLA, WI 54664	<b>6</b>

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**OFFICERS AND DIRECTORS****Name, Title/Occupation  
and Business Address**

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<b>Name:</b> MARTY STENSLIEN <b>Title/Occupation:</b> DIRECTOR <b>Business Address (1):</b> S1528 STENSLIEN LN <b>Business Address (2):</b> <b>Business Address (3):</b> <b>City State, Zip:</b> WESTBY, WI 54667	<b>7</b>
<hr/>	
<b>Name:</b> NORMAN JAMBOIS <b>Title/Occupation:</b> SECRETARY & TREASURER/DIRECTOR <b>Business Address (1):</b> 603 MAIN ST <b>Business Address (2):</b> <b>Business Address (3):</b> <b>City State, Zip:</b> GENOA, WI 54632	<b>8</b>
<hr/>	
<b>Name:</b> ORRIS PETERSON <b>Title/Occupation:</b> DIRECTOR <b>Business Address (1):</b> E6344 COUNTY RD NN <b>Business Address (2):</b> <b>Business Address (3):</b> <b>City State, Zip:</b> VIROQUA, WI 54665	<b>9</b>
<hr/>	
<b>Name:</b> RON IVERSON <b>Title/Occupation:</b> DIRECTOR <b>Business Address (1):</b> 215 WEST AVE N <b>Business Address (2):</b> <b>Business Address (3):</b> <b>City State, Zip:</b> WESTBY, WI 54667	<b>10</b>

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## INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (000's) (b)	Last Year (000's) (c)	
<b>Operating Revenues</b>			
Operating Revenues (5000-5300)	6,525	6,369	1
<b>Total Operating Revenues</b>	<b>6,525</b>	<b>6,369</b>	
<b>Operating Expenses</b>			
Plant Specific Operations Expenses (6110-6410)	1,216	1,023	2
Plant Nonspecific Operations Expense	2,917	2,710	3
Customer Operations Expense (6610-6620)	526	538	4
Corporate Operations Expense (6720-6790)	804	766	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	289	277	7
<b>Total Operating Expenses</b>	<b>5,752</b>	<b>5,314</b>	
<b>Net Operating Income</b>	<b>773</b>	<b>1,055</b>	
<b>Other Income</b>			
Nonoperating Income and Expense (7300)	(166)	(308)	8
Nonoperating Taxes (7400)	1	1	9
Interest and Related Items (7500)	194	215	10
Extraordinary Items (7600)	0	0	11
Nonregulated Net Income (7990)	(141)	(120)	12
<b>Total Nonoperating Income</b>	<b>(502)</b>	<b>(644)</b>	
<b>Net Income</b>	<b>271</b>	<b>411</b>	

**BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

Particulars (a)	Balance--EOY	Balance--FOY (000's) (c)	
<b>CURRENT ASSETS</b>			
<b>CASH AND EQUIVALENTS</b>			
Cash and Equivalents (1120)*	2,249	2,304	1
<b>TOTAL CASH AND EQUIVALENTS</b>	<b>2,249</b>	<b>2,304</b>	
<b>RECEIVABLES AND ALLOWANCE FOR DOUBTFUL ACCOUNTS</b>			
Receivables (1170)*	1,829	1,695	2
Allowance for Doubtful Accounts (1171)*			3
<b>TOTAL RECEIVABLES AND ALLOWANCE FOR DOUBTFUL ACCOUNTS</b>	<b>1,829</b>	<b>1,695</b>	
<b>SUPPLIES</b>			
Inventories (1220)*	450	298	4
<b>TOTAL SUPPLIES</b>	<b>450</b>	<b>298</b>	
<b>PREPAYMENTS</b>			
Prepayments (1280)*	122	69	5
<b>TOTAL PREPAYMENTS</b>	<b>122</b>	<b>69</b>	
<b>OTHER CURRENT ASSETS</b>			
Other Current Assets (1350)*			6
<b>TOTAL OTHER CURRENT ASSETS</b>	<b>0</b>	<b>0</b>	
<b>TOTAL CURRENT ASSETS</b>	<b>4,650</b>	<b>4,366</b>	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Nonregulated Investments (1406)*	276	407	7
RTB Class B Stock (1402)*	96	96	8
Other Noncurrent Assets (1410)*	536	291	9
<b>TOTAL INVESTMENTS</b>	<b>908</b>	<b>794</b>	
<b>DEFERRED CHARGES</b>			
Deferred Maint., Retirements and Other Deferred Charges (1438)*	2	2	10
<b>TOTAL DEFERRED CHARGES</b>	<b>2</b>	<b>2</b>	
<b>OTHER JURISDICTIONAL ASSETS-NET</b>			
Other Jurisdictional Assets-Net (1500)*			11
<b>TOTAL OTHER JURISDICTIONAL ASSETS-NET</b>	<b>0</b>	<b>0</b>	
<b>TOTAL NONCURRENT ASSETS</b>	<b>910</b>	<b>796</b>	
<b>PLANT</b>			
<b>TELECOMMUNICATIONS PLANT IN SERVICE</b>			
Telecommunications Plant in Service (2001)*	30,150	28,663	12
Less: Accumulated Depreciation (3100)*	21,191	18,821	13
Less: Accumulated Amortization-Tangible (3400)*			14
Less: Accumulated Amortization-Capitalized Leases (3410)			15
<b>NET TELECOMMUNICATIONS PLANT IN SERVICE</b>	<b>8,959</b>	<b>9,842</b>	
<b>PROPERTY HELD FOR FUTURE USE</b>			
Property Held for Future Telecommunications Use (2002)*			16
Less: Accumulated Depr.-Held for Future Telecom. Use (3200)*			17
<b>NET PROPERTY HELD FOR FUTURE USE</b>	<b>0</b>	<b>0</b>	
<b>NONOPERATING PLANT</b>			
Nonoperating Plant (2006)*			18



**BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

Particulars (a)	Balance--EOY (000's) (c)	Balance--FOY (000's) (c)
<b>PLANT</b>		
<b>NONOPERATING PLANT</b>		
Less: Accumulated Depreciation-Nonoperating (3300)*		19
<b>NET NONOPERATING PLANT</b>	0	0
<b>TPUC</b>		
Telecommunications Plant Under Construction (2003)*	409	363
<b>TOTAL TPUC</b>	409	363
<b>TELECOMMUNICATIONS PLANT ADJUSTMENT</b>		
Telecommunications Plant Adjustment (2005)*		21
<b>NET TELECOMMUNICATIONS PLANT ADJUSTMENT</b>	0	0
<b>GOODWILL</b>		
Goodwill (2007)*		22
<b>TOTAL GOODWILL</b>	0	0
<b>TOTAL PLANT</b>	9,368	10,205
<b>TOTAL ASSETS AND OTHER DEBITS</b>	14,928	15,367

**BALANCE SHEET - LIABILITIES (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

<b>Particulars (a)</b>	<b>Balance--EOY (000's) (b)</b>	<b>Balance--FOY (000's) (c)</b>	
<b>CURRENT LIABILITIES</b>			
Notes Payable (4020)*			1
Other Current Accounts and Notes Payable (4000)*	652	698	2
Customers' Deposits (4040)*			3
Income Taxes-Accrued (4070)*		0	4
Other Taxes-Accrued (4080)*			5
Net Current Deferred Operating Income Taxes (4100)*			6
Net Current Deferred Nonoperating Income Taxes (4110)*			7
Current Maturities-Long-Term Debt (4050)*	465	394	8
Current Maturities-Capital Leases (4060)*			9
Other Current Liabilities (4130)*	5	6	10
<b>TOTAL CURRENT LIABILITIES</b>	<b>1,122</b>	<b>1,098</b>	
<b>LONG-TERM DEBT</b>			
Long-Term Debt and Funded Debt (4200)*	4,221	4,366	11
<b>TOTAL LONG-TERM DEBT</b>	<b>4,221</b>	<b>4,366</b>	
<b>OTHER LIABILITIES AND DEFERRED CREDITS</b>			
Other Liabilities and Deferred Credits (4300)*	3,100	3,178	12
Unamortized Operating Investment Tax Credits-Net (4320)*			13
Unamortized Nonoperating Investment Tax Credits-Net (4330)*			14
Net Noncurrent Deferred Operating Income Taxes (4340)*			15
Net Deferred Tax Liability Adjustments (4341)*			16
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*			17
Deferred Tax Regulatory Adjustments-Net (4361)*			18
Other Jurisdictional Liabilities and Deferred Credits-Net (4370)*			19
<b>TOTAL OTHER LIABILITIES AND DEFERRED CREDITS</b>	<b>3,100</b>	<b>3,178</b>	
<b>STOCKHOLDERS' EQUITY</b>			
Capital Stock (4510)*			20
Additional Paid-in Capital (4520)*			21
Treasury Stock (4530)*			22
Other Capital (4540)*	6,124	6,261	23
Retained Earnings (4550)*	361	464	24
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<b>6,485</b>	<b>6,725</b>	
<b>TOTAL LIABILITIES AND OTHER CREDITS</b>	<b>14,928</b>	<b>15,367</b>	

### AFFILIATE ABBREVIATIONS

In column (b) provide the abbreviation for the name of the affiliate shown in column (a). Limit abbreviations to 10 characters or less. Use these abbreviations when completing the affiliated interest schedules. Insert "Other" in the Abbreviations column if the activity to be reported for a particular record in the Affiliated Interest Transactions or Affiliated Assets and Liabilities schedule represents an aggregation of activity not exceeding the dollar or percentage limits set forth in the header of that schedule.

Name of Affiliate (a)	Abbreviations (b)	
VERNON COMMUNICATIONS, LLC	VCLLC	1

**AFFILIATED INTEREST TRANSACTIONS**

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25 (,000) or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000 (,000), individual contracts or arrangements not exceeding \$100 (,000) may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing.

<b>Particulars</b> <b>(a)</b>	<b>(b)</b>	<b>(c)</b>	<b>(d)</b>	<b>(e)</b>
Docket	Various	Various		
Name of Affiliate	VCLLC	VCLLC		<b>1</b>
Designate whether billed to or from:	FROM	TO		<b>2</b>
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C		<b>3</b>
Total Dollar Activity (000's)	---CONF---	---CONF---		<b>4</b>
Percent of affiliate's business billed to all affiliated regulated utilities	---CONF---	---CONF---		<b>5</b>
If cost based, rate of return on equity or markup incorporated in billings	---CONF---	---CONF---		<b>6</b>
Footnotes				

**AFFILIATED ASSETS AND LIABILITIES**

This schedule should be used to report affiliated activity concerning balances at the end of the year. Amounts at the end of the year for each affiliate should be identified by respective affiliate and account number. (See Balance Sheet schedules for respective account titles other than account 4010, Accounts Payable.) Report information below consecutively by respective account number; affiliated amounts of less than \$5,000 may be reported in aggregate as "Other" for a particular account.

<b>Name of Affiliate (a)</b>	<b>Account Number (b)</b>	<b>Balance EOY (000's) (c)</b>	
VERNON COMMUNICATIONS, LLC	1170	---CONF---	<b>1</b>
VERNON COMMUNICATIONS, LLC	1410	---CONF---	<b>2</b>
VERNON COMMUNICATIONS, LLC	4010	---CONF---	<b>3</b>

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B**

<b>Plant Account (a)</b>	<b>Account (b)</b>	<b>Balance FOY (000's) (c)</b>	<b>Additions (000's) (d)</b>	
<b>GENERAL SUPPORT ASSETS</b>				
Land	2111	242		<b>1</b>
Motor Vehicles	2112	525	88	<b>2</b>
Aircraft	2113	0		<b>3</b>
Tools and Other Work Equipment	2114	257	54	<b>4</b>
Buildings	2121	1,921	549	<b>5</b>
Furniture	2122	152	24	<b>6</b>
Office Equipment	2123	130	13	<b>7</b>
General Purpose Computers	2124	1,202	70	<b>8</b>
<b>TOTAL GENERAL SUPPORT ASSETS:</b>		<b>4,429</b>	<b>798</b>	
<b>CENTRAL OFFICE ASSETS</b>				
Non-Digital Switching	2211	0		<b>9</b>
Digital Electronic Switching	2212	7,421	320	<b>10</b>
Operator Systems	2220	0		<b>11</b>
Radio Systems	2231	37	10	<b>12</b>
Circuit Equipment	2232	2,329	255	<b>13</b>
<b>TOTAL CENTRAL OFFICE ASSETS:</b>		<b>9,787</b>	<b>585</b>	
<b>INFORMATION ORIGATION/TERMINATION ASSETS</b>				
Station Apparatus	2311	0		<b>14</b>
Customer Premises Wiring	2321	0		<b>15</b>
Large Private Branch Exchanges	2341	0		<b>16</b>
Public Telephone Terminal Equipment	2351	0		<b>17</b>
Other Terminal Equipment	2362	0		<b>18</b>
<b>TOTAL INFORMATION ORIG/TERM ASSETS:</b>		<b>0</b>	<b>0</b>	
<b>CABLE &amp; WIRE FACILITIES ASSETS</b>				
Poles	2411	21		<b>19</b>
Aerial Cable	2421	61	4	<b>20</b>
Underground Cable	2422	198	6	<b>21</b>
Buried Cable	2423	13,937	416	<b>22</b>
Submarine and Deep Sea Cable	2424	0	0	<b>23</b>
Intrabuilding Network Cable	2426	0	0	<b>24</b>
Aerial Wire	2431	14		<b>25</b>
Conduit Systems	2441	216		<b>26</b>
<b>TOTAL CABLE &amp; WIRE FACILITIES ASSETS:</b>		<b>14,447</b>	<b>426</b>	
<b>AMORTIZABLE ASSETS</b>				
Capital Leases	2681	0		<b>27</b>
Leasehold Improvements	2682	0		<b>28</b>
Intangibles	2690	0		<b>29</b>
<b>TOTAL AMORTIZABLE ASSETS:</b>		<b>0</b>	<b>0</b>	

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)**

<b>Account (e)</b>	<b>Retirements (000's) (f)</b>	<b>Transfers / Adjustments (000's) (g)</b>	<b>Balance EOY (000's) (h)</b>	
2111			242	1
2112	73		540	2
2113			0	3
2114			311	4
2121			2,470	5
2122			176	6
2123			143	7
2124			1,272	8
	73	0	5,154	
2211			0	9
2212	83	0	7,658	10
2220			0	11
2231			47	12
2232	121	0	2,463	13
	204	0	10,168	
2311			0	14
2321			0	15
2341			0	16
2351			0	17
2362			0	18
	0	0	0	
2411			21	19
2421	0	0	65	20
2422	0	0	204	21
2423	45	0	14,308	22
2424	0	0	0	23
2426	0	0	0	24
2431			14	25
2441			216	26
	45	0	14,828	
2681			0	27
2682			0	28
2690			0	29
	0	0	0	

## TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (000's) (c)	Additions (000's) (d)	
<b>TOTAL TELECOM. PLANT IN SERVICE</b>	<b>2001</b>	<b>28,663</b>	<b>1,809</b>	
Less: Allocation to Nonregulated Activity - EOY	2001			<b>30</b>
<hr/>				
<b>NET REG TOTAL TELECOM. PLANT IN SERVICE - EOY 2001</b>				
Explain all amounts shown in column (g).				



**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)**

<b>Account (e)</b>	<b>Retirements (000's) (f)</b>	<b>Transfers / Adjustments (000's) (g)</b>	<b>Balance EOY (000's) (h)</b>	
<b>2001</b>	<b>322</b>	<b>0</b>	<b>30,150</b>	
2001				<b>30</b>
<b>2001</b>			<b>30,150</b>	

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)**

Report telecommunications plant data for each subaccount where primary plant accounts have subclassifications. Any other separate accounting for telephone plant at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

<b>Plant Subaccount (a)</b>	<b>Subaccount (b)</b>	<b>Balance FOY (000's) (c)</b>	<b>Additions (000's) (d)</b>	
Digital Electronic Switching - Circuit	2212.1	0		<b>1</b>
Digital Electronic Switching - Packet	2212.2	7,421	320	<b>2</b>
Circuit Equipment - Electronic	2232.1	74		<b>3</b>
Circuit Equipment- Optical	2232.2	2,255	255	<b>4</b>
Aerial Cable - Nonmetallic	2421.1	0		<b>5</b>
Aerial Cable - Metallic	2421.2	61	4	<b>6</b>
Underground Cable - Nonmetallic	2422.1	0		<b>7</b>
Underground Cable - Metallic	2422.2	198	6	<b>8</b>
Buried Cable - Nonmetallic	2423.1	73	19	<b>9</b>
Buried Cable - Metallic	2423.2	13,864	397	<b>10</b>
Sub. and Deep Sea Cable - Nonmetallic	2424.1	0		<b>11</b>
Submarine and Deep Sea Cable - Metallic	2424.2	0		<b>12</b>
Intrabuilding Cable - Nonmetallic	2426.1	0		<b>13</b>
Intrabuilding Cable - Metallic	2426.2	0		<b>14</b>

Explain all amounts shown in column (g).

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)**  
(cont.)

<b>Subaccount (e)</b>	<b>Retirements (000's) (f)</b>	<b>Transfers / Adjustments (000's) (g)</b>	<b>Balance EOY (000's) (h)</b>	
2212.1			0	1
2212.2	83		7,658	2
2232.1	8		66	3
2232.2	113		2,397	4
2421.1			0	5
2421.2			65	6
2422.1			0	7
2422.2			204	8
2423.1			92	9
2423.2	45		14,216	10
2424.1			0	11
2424.2			0	12
2426.1			0	13
2426.2			0	14

### ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (000's) (c)	Depr Rate (d)	Annual Accrual (000's) (e)	Additional Accrual (000's) (f)	
<b>GENERAL SUPPORT ASSETS</b>						
Motor Vehicles	2112	480	15.0000	78		1
Aircraft	2113	0				2
Tools and Other Work Equipment	2114	239	8.3300	6		3
Buildings	2121	925	3.3300	71		4
Furniture	2122	54	6.0000	10		5
Office Equipment	2123	86	7.0000	5		6
General Purpose Computers	2124	1,015	25.0000	253		7
<b>TOTAL GENERAL SUPPORT ASSETS</b>		<b>2,799</b>		<b>423</b>	<b>0</b>	
<b>CENTRAL OFFICE ASSETS</b>						
Non-Digital Switching	2211	0				8
Digital Electronic Switching	2212	6,185	12.5600	939	0	9
Operator Systems	2220	0				10
Radio Systems	2231	28	10.0000			11
Circuit Equipment	2232	982	11.5500	277	0	12 A
<b>TOTAL CENTRAL OFFICE ASSETS</b>		<b>7,195</b>		<b>1,216</b>	<b>0</b>	
<b>INFORMATION ORIGINATION/TERMINATION ASSETS</b>						
Station Apparatus	2311	0				13
Customer Premises Wiring	2321	0				14
Large Private Branch Exchanges	2341	0				15
Public Telephone Terminal Equipment	2351	0				16
Other Terminal Equipment	2362	0				17
<b>TOTAL INFORMATION ORIG/TERM ASSETS</b>		<b>0</b>		<b>0</b>	<b>0</b>	
<b>CABLE &amp; WIRE FACILITIES ASSETS</b>						
Poles	2411	21	6.8800			18
Aerial Cable	2421	50	5.0000	7	0	19
Underground Cable	2422	77	6.8000	14	0	20 B
Buried Cable	2423	8,583	6.4000	899	0	21 C
Submarine and Deep Sea Cable	2424	0		0	0	22
Intrabuilding Network Cable	2426	0		0	0	23
Aerial Wire	2431	13	5.0000			24
Conduit Systems	2441	83	3.5000	7		25
<b>TOTAL CABLE &amp; WIRE FACILITIES ASSETS</b>		<b>8,827</b>		<b>927</b>	<b>0</b>	
<b>Total Accumulated Depreciation</b>	<b>3100</b>	<b>18,821</b>		<b>2,566</b>	<b>0</b>	
Less: Nonreg Accumulated Depreciation	3100					26
<b>Net Reg Total Accumulated Depreciation</b>	<b>3100</b>			<b>2,566</b>	<b>0</b>	
<b>Columns e, f and I</b>						

### ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (000's) (h)	Cost of Removal (000's) (i)	Salvage (000's) (j)	Other (000's) (k)	Balance EOY (000's) (l)	
2112	73		12		497	1
2113	0				0	2
2114	0				245	3
2121	0				996	4
2122	0				64	5
2123	0				91	6
2124	0				1,268	7
	<b>73</b>	<b>0</b>	<b>12</b>	<b>0</b>	<b>3,161</b>	
2211	0				0	8
2212	83	0	51	0	7,092	9
2220	0				0	10
2231	0				28	11
2232	121	0	30	(3)	1,165	12 A
	<b>204</b>	<b>0</b>	<b>81</b>	<b>(3)</b>	<b>8,285</b>	
2311	0				0	13
2321	0				0	14
2341	0				0	15
2351	0				0	16
2362	0				0	17
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
2411	0				21	18
2421	0	0	0	0	57	19
2422	0	0	0	6	97	20 B
2423	45	0	0	30	9,467	21 C
2424	0	0	0	0	0	22
2426	0	0	0	0	0	23
2431	0				13	24
2441	0				90	25
	<b>45</b>	<b>0</b>	<b>0</b>	<b>36</b>	<b>9,745</b>	
<b>3100</b>	<b>322</b>	<b>0</b>	<b>93</b>	<b>33</b>	<b>21,191</b>	
3100						26
<b>3100</b>					<b>21,191</b>	

**ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS)**

Where subclassifications of primary plant accounts are used, report below the accumulated depreciation details for each subaccount or subsidiary record. Any other separate accounting for telephone accumulated depreciation at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

<b>Plant Subaccount (a)</b>	<b>Subacct (b)</b>	<b>Balance FOY (000's) (c)</b>	<b>Depr Rate (d)</b>	<b>Annual Accrual (000's) (e)</b>	<b>Additional Accrual (000's) (f)</b>
Digital Electronic Switching - Circuit	2212.1	0			<b>1</b>
Digital Electronic Switching - Packet	2212.2	6,185	12.56	939	<b>2</b>
Circuit Equipment - Electronic	2232.1	53	7.69	0	<b>3</b>
Circuit Equipment- Optical	2232.2	929	11.6	277	<b>4 A</b>
Aerial Cable - Nonmetallic	2421.1	0			<b>5</b>
Aerial Cable - Metallic	2421.2	50	5.0	7	<b>6</b>
Underground Cable - Nonmetallic	2422.1	0			<b>7</b>
Underground Cable - Metallic	2422.2	77	6.8	14	<b>8 B</b>
Buried Cable - Nonmetallic	2423.1	1,558	6.4	252	<b>9 c</b>
Buried Cable - Metallic	2423.2	7,025	6.4	647	<b>10 c</b>
Sub. and Deep Sea Cable - Nonmetallic	2424.1	0			<b>11</b>
Submarine and Deep Sea Cable - Metallic	2424.2	0			<b>12</b>
Intrabuilding Cable - Nonmetallic	2426.1	0			<b>13</b>
Intrabuilding Cable - Metallic	2426.2	0			<b>14</b>

**ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS) (cont.)**

<b>Subacct (g)</b>	<b>Retired (000's) (h)</b>	<b>Cost of Removal (000's) (i)</b>	<b>Salvage (000's) (j)</b>	<b>Other (000's) (k)</b>	<b>Balance EOY (000's) (l)</b>	
2212.1	0				0	1
2212.2	83		51		7,092	2
2232.1	8		7		52	3
2232.2	113		23	(3)	1,113	4 A
2421.1	0				0	5
2421.2	0				57	6
2422.1	0				0	7
2422.2	0			6	97	8 B
2423.1	0			25	1,835	9 C
2423.2	45			5	7,632	10 C
2424.1	0				0	11
2424.2	0				0	12
2426.1	0				0	13
2426.2	0				0	14

### RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (000's) (b)	Last Year (000's) (c)	
Balance-First of Year	464	669	1
<b>Changes:</b>			
Balance Transferred from Income	271	411	2
<b>Dividends Declared:</b>			
Common	572	450	3
Preferred		0	4
<b>Total Dividends Declared</b>	<b>572</b>	<b>450</b>	
Miscellaneous Debits to Retained Earnings		166	5
Miscellaneous Credits to Retained Earnings	198	0	6
<b>Balance--End of Year</b>	<b>361</b>	<b>464</b>	



**REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

Particulars (a)	This Year (000's) (b)	Last Year (000's) (c)	
<b>LOCAL NETWORK SERVICES REVENUES</b>			
Basic Local Service Revenue (5000)*			1
Basic Area Revenue (5001)	1,178	1,204	2
Private Line Revenue (5040)	7	7	3
Other Basic Area Revenue (5060)	276	309	4
<b>TOTAL LOCAL NETWORK SERVICES REVENUES</b>	<b>1,461</b>	<b>1,520</b>	
<b>INTERSTATE NETWORK ACCESS SERVICES REV.</b>			
End User Revenue (5081)*	673	673	5
Switched Access Revenue (5082)*	1,725	1,493	6
Special Access Revenue (5083)*	385	339	7
<b>TOTAL INTERSTATE NETWORK ACCESS SERVICES REV.</b>	<b>2,783</b>	<b>2,505</b>	
<b>INTRASTATE NETWORK ACCESS SERVICES REV.</b>			
End User Revenue (5081)*			8
Switched Access Revenue (5082)*	1,422	1,504	9
Special Access Revenue (5083)*		0	10
<b>TOTAL INTRASTATE NETWORK ACCESS SERVICES REV.</b>	<b>1,422</b>	<b>1,504</b>	
<b>LONG DISTANCE NETWORK SERVICES MESSAGE REV.</b>			
Long Distance Message Revenue (5100)*	0	72	11 F
<b>TOTAL LONG DISTANCE NETWORK SERVICES MESSAGE REV.</b>	<b>0</b>	<b>72</b>	
<b>MISCELLANEOUS &amp; NONREGULATED REVENUES</b>			
Miscellaneous Revenue (5200)*	---CONF---	---CONF---	12 H
Directory Revenue (5230)	---CONF---	---CONF---	13
Nonregulated Operating Revenue (5280)*	---CONF---	---CONF---	14
<b>TOTAL MISCELLANEOUS &amp; NONREGULATED REVENUES</b>	<b>855</b>	<b>761</b>	
<b>GROSS OPERATING REVENUES</b>	<b>6,521</b>	<b>6,362</b>	
<b>UNCOLLECTIBLE REVENUES</b>			
Uncollectible Revenue (5300)*	(4)	(7)	15
<b>TOTAL UNCOLLECTIBLE REVENUES</b>	<b>(4)</b>	<b>(7)</b>	
<b>TOTAL OPERATING REVENUES</b>	<b>6,525</b>	<b>6,369</b>	

### EXPENSES - CLASS A & B

Particulars (a)	Total This Year (000's) (b)	Total Last Year (000's) (c)	
<b>PLANT SPECIFIC OPERATIONS EXPENSE</b>			
<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	1,216	1,023	1
<b>LESS: NONREGULATED</b>		0	2
<b>NET REGULATED PLANT SPECIFIC OPERATIONS EXPENSE</b>	1,216	1,023	
<b>PLANT NONSPECIFIC OPERATIONS EXPENSE</b>			
Other Property, Plant and Equip. Exp. (6510)	8	11	3
Network Operations Expense (6530)	235	168	4 G
Access Expense (6540)	105	93	5
Depreciat. Exp.--Tele. Plant in Service (6561)	2,569	2,438	6
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)		0	7
Amortization Expense--Tangible (6563)		0	8
Amortization Expense--Intangible (6564)		0	9
Amortization Expense--Other (6565)		0	10
<b>Depreciation and Amortization Expense (6560)</b>	2,569	2,438	11
<b>TOTAL PLANT NONSPECIFIC OPERATIONS EXPENSE</b>	2,917	2,710	12
<b>LESS: NONREGULATED</b>		0	13
<b>NET REGULATED PLANT NONSPECIFIC OPERATIONS EXPENSE</b>	2,917	2,710	
<b>CUSTOMER OPERATIONS EXPENSE</b>			
Marketing (6610)	39	42	14
Services (6620)	487	496	15
<b>TOTAL CUSTOMER OPERATIONS EXPENSE</b>	526	538	16
<b>LESS: NONREGULATED</b>		0	17
<b>NET REGULATED CUSTOMER OPERATIONS EXPENSE</b>	526	538	
<b>CORPORATE OPERATIONS EXPENSE</b>			
<b>TOTAL CORPORATE OPERATIONS EXPENSE</b>	804	766	18
<b>LESS: NONREGULATED</b>		0	19
<b>NET REGULATED CORPORATE OPERATIONS EXPENSE</b>	804	766	
<b>TOTAL EXPENSES</b>	5,463	5,037	
<b>LESS: NONREGULATED</b>	0	0	
<b>NET REGULATED EXPENSES</b>	5,463	5,037	

## CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

**Currently, cooperatives are not billed for remainder assessment, but are subject to the telephone relay assessment.**

Description (a)	This Year (000's) (b)	
Gross Operating Revenues	6,521	1
Plus: Collection of amounts previously written off	4	2
Less: Uncollectibles written off during the year		3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): None	0	8
<b>Assessable Revenues for Remainder and Telephone Relay Assessment Purposes</b>	<b>6,525</b>	

## CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (000's) (b)	
Total Basic Local Service Revenue (5000)	1,461	1
Plus: Total Intrastate Access Revenues (5081-5083)	1,422	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues	---CONF---	5
Plus (or Less) Other (please specify): None	---CONF---	6
<b>Assessable Revenues for Universal Service Fund Assessment Purposes</b>	<b>---CONF---</b>	

## OTHER INCOME ACCOUNTS

Particulars (a)	This Year (000's) (b)	Last Year (000's) (c)	
TOTAL OTHER OPERATING INCOME AND EXPENSE (7100)		0	1
LESS: NONREGULATED		0	2
<b>NET REGULATED OTHER OPERATING INCOME AND EXPENSE (7100)</b>	<b>0</b>	<b>0</b>	
TOTAL OPERATING TAXES (7200)	289	277	3
LESS: NONREGULATED		0	4
<b>NET REGULATED OPERATING TAXES (7200)</b>	<b>289</b>	<b>277</b>	
TOTAL NONOPERATING INCOME AND EXPENSE (7300)	(166)	(308)	5
LESS: NONREGULATED		0	6
<b>NET REGULATED NONOPERATING INCOME AND EXPENSE (7300)</b>	<b>(166)</b>	<b>(308)</b>	
TOTAL NONOPERATING TAXES (7400)	1	1	7
LESS: NONREGULATED		0	8
<b>NET REGULATED NONOPERATING TAXES (7400)</b>	<b>1</b>	<b>1</b>	
TOTAL INTEREST AND RELATED ITEMS (7500)	194	215	9
LESS: NONREGULATED		0	10
<b>NET REGULATED INTEREST AND RELATED ITEMS (7500)</b>	<b>194</b>	<b>215</b>	
TOTAL EXTRAORDINARY ITEMS (7600)		0	11
LESS: NONREGULATED		0	12
<b>NET REGULATED EXTRAORDINARY ITEMS (7600)</b>	<b>0</b>	<b>0</b>	
TOTAL NONREGULATED NET INCOME (7990)	(141)	(120)	13
<b>TOTAL OTHER INCOME ACCOUNTS</b>	<b>(791)</b>	<b>(921)</b>	
<b>TOTAL NONREGULATED</b>	<b>(141)</b>	<b>(120)</b>	
<b>TOTAL NET REGULATED OTHER INCOME ACCOUNTS</b>	<b>(650)</b>	<b>(801)</b>	

## TELEPHONE CALLS AND MINUTES OF USE PER MONTH

Enter average number, in thousands, of calls and minutes of use per month. The averages may be based on actual counts taken periodically during the year. Please provide level of detail available.

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
<b>LOCAL</b>			
Extended Community Calling	40	163	1 D
Other Local-Undefined	0	0	2 D
<b>Total Local</b>	<b>40</b>	<b>163</b>	
<b>TOLL</b>			
Toll	114	3,866	3 D
<b>Total Toll</b>	<b>114</b>	<b>3,866</b>	
<b>Total Local &amp; Toll</b>	<b>154</b>	<b>4,029</b>	

## ACCESS USAGE

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A & B -- Orig	0	0	0	0	1
Feature Group A & B -- Term	0	0	0	0	2
Feature Group C -- Orig.	0	0	0	0	3
Feature Group C -- Term.	0	0	0	0	4
Feature Group D -- Orig.	8,731	2,527	5,054	6	5
Feature Group D -- Term.	12,346	2,876	6,755	4	6

### OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	362	1
Route miles of plant - microwave	0	2

### SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	1	34	1
56/64 kbps (DS0)	12	6	2
1.54 Mbps (DS-1)	19	40	3
45 Mbps (DS-3)	1	2	4
SONET OC-1 (51.84 Mbps)	0	0	5 E
SONET OC-3 (155.52 Mbps)	0	0	6 E
SONET OC-12 (622.08 Mbps)	0	0	7 E
SONET OC-48 (2.488 Gbps)	0	0	8 E
SONET OC-192 (9.953 Gbps)	0	0	9 E
SONET OC-768 (39.812 Gbps)	0	0	10 E

**SERVICE DATA**

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
<b>Business</b>			
1 Party	1,242	1,237	3
PBX Trunks/Centrex & Key System Trunks	276	269	4
Centrex Lines			5
FX-Out (Switched)			6
Pay Telephone	52	48	7
Other	3		8
<b>Total Business Lines</b>	<b>1,573</b>	<b>1,554</b>	<b>9</b>
<b>Residential (Incl. Emp. Concess.)</b>			
1 Party	6,036	5,812	10
FX-Out (Switched)			11
Other	13		12
<b>Total Residential Lines</b>	<b>6,049</b>	<b>5,812</b>	<b>13</b>
<b>Total Bus &amp; Res Lines</b>	<b>7,622</b>	<b>7,366</b>	<b>14</b>
Company Total Lines Used			15
<b>Total Lines Used</b>	<b>7,622</b>	<b>7,366</b>	<b>16</b>
<b>Miscellaneous</b>			
WATS Lines - OutWATS			17
WATS Lines - 800 Service			18
FX-In-intraLATA	34	34	19
Special Access-intraLATA (expressed in equiv. access lines)	2,070	2,344	20
Special Access-interLATA (expressed in equiv. access lines)	1,803	1,141	21
Feature Group C Trunks			22
Feature Group D Trunks	417	417	23
TSPS - Trunks	16	16	24
EAS and ECC - Trunks	451	451	25
Cellular Trunks (Pub. Sw. Net.)	24	24	26
<b>Customers</b>			
Number of Lifeline customers at FOY (January 1, 2005) and EOY (December 31, 2005):	108	141	27
Number of Linkup customers connected during FOY (Calendar year 2004) and EOY (Calendar year 2005):	0	108	28
<b>Other</b>			
Total Company Square Miles	549	549	29
Total Company Route Miles	2,288	2,347	30
Footnotes			31



### SERVICE DATA - END OF YEAR

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	1480	2010	2790	2940	1
<b>Business</b>					2
1 Party	---CONF---	---CONF---	---CONF---	---CONF---	3
PBX Trunks/Centrex & Key System Trunks	---CONF---	---CONF---	---CONF---	---CONF---	4
Centrex Lines	---CONF---	---CONF---	---CONF---	---CONF---	5
FX-Out (Switched)	---CONF---	---CONF---	---CONF---	---CONF---	6
Pay Telephone	---CONF---	---CONF---	---CONF---	---CONF---	7
Other	---CONF---	---CONF---	---CONF---	---CONF---	8
<b>Total Business Lines</b>	---CONF---	---CONF---	---CONF---	---CONF---	9
<b>Residential (Incl. Emp. Concess.)</b>					10
1 Party	---CONF---	---CONF---	---CONF---	---CONF---	11
FX-Out (Switched)	---CONF---	---CONF---	---CONF---	---CONF---	12
Other	---CONF---	---CONF---	---CONF---	---CONF---	13
<b>Total Residential Lines</b>	---CONF---	---CONF---	---CONF---	---CONF---	14
<b>Total Bus &amp; Res Lines</b>	---CONF---	---CONF---	---CONF---	---CONF---	15
Company Total Lines Used	---CONF---	---CONF---	---CONF---	---CONF---	16
<b>Total Lines Used</b>	---CONF---	---CONF---	---CONF---	---CONF---	17
<b>Miscellaneous</b>					18
WATS Lines - OutWATS	---CONF---	---CONF---	---CONF---	---CONF---	19
WATS Lines - 800 Service	---CONF---	---CONF---	---CONF---	---CONF---	20
FX-In-intraLATA	---CONF---	---CONF---	---CONF---	---CONF---	21
Special Access-intraLATA (equiv. access lines)	---CONF---	---CONF---	---CONF---	---CONF---	22 23
Special Access-interLATA (equiv. access lines)	---CONF---	---CONF---	---CONF---	---CONF---	24 25
Feature Group C Trunks	---CONF---	---CONF---	---CONF---	---CONF---	26
Feature Group D Trunks	---CONF---	---CONF---	---CONF---	---CONF---	27
TSPS - Trunks	---CONF---	---CONF---	---CONF---	---CONF---	28
EAS and ECC - Trunks	---CONF---	---CONF---	---CONF---	---CONF---	29
Cellular Trunks (Pub. Sw. Net.)	---CONF---	---CONF---	---CONF---	---CONF---	30
<b>Other</b>					31
Exchange Square Miles	---CONF---	---CONF---	---CONF---	---CONF---	32
Exchange Route Miles	---CONF---	---CONF---	---CONF---	---CONF---	33
Footnotes					34

### SERVICE DATA - END OF YEAR

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	4500	5520	5780	6050	1
<b>Business</b>					2
1 Party	---CONF---	---CONF---	---CONF---	---CONF---	3
PBX Trunks/Centrex & Key System Trunks	---CONF---	---CONF---	---CONF---	---CONF---	4
Centrex Lines	---CONF---	---CONF---	---CONF---	---CONF---	5
FX-Out (Switched)	---CONF---	---CONF---	---CONF---	---CONF---	6
Pay Telephone	---CONF---	---CONF---	---CONF---	---CONF---	7
Other	---CONF---	---CONF---	---CONF---	---CONF---	8
<b>Total Business Lines</b>	---CONF---	---CONF---	---CONF---	---CONF---	9
<b>Residential (Incl. Emp. Concess.)</b>					10
1 Party	---CONF---	---CONF---	---CONF---	---CONF---	11
FX-Out (Switched)	---CONF---	---CONF---	---CONF---	---CONF---	12
Other	---CONF---	---CONF---	---CONF---	---CONF---	13
<b>Total Residential Lines</b>	---CONF---	---CONF---	---CONF---	---CONF---	14
<b>Total Bus &amp; Res Lines</b>	---CONF---	---CONF---	---CONF---	---CONF---	15
Company Total Lines Used	---CONF---	---CONF---	---CONF---	---CONF---	16
<b>Total Lines Used</b>	---CONF---	---CONF---	---CONF---	---CONF---	17
<b>Miscellaneous</b>					18
WATS Lines - OutWATS	---CONF---	---CONF---	---CONF---	---CONF---	19
WATS Lines - 800 Service	---CONF---	---CONF---	---CONF---	---CONF---	20
FX-In-intraLATA	---CONF---	---CONF---	---CONF---	---CONF---	21
Special Access-intraLATA (equiv. access lines)	---CONF---	---CONF---	---CONF---	---CONF---	22 23
Special Access-interLATA (equiv. access lines)	---CONF---	---CONF---	---CONF---	---CONF---	24 25
Feature Group C Trunks	---CONF---	---CONF---	---CONF---	---CONF---	26
Feature Group D Trunks	---CONF---	---CONF---	---CONF---	---CONF---	27
TSPS - Trunks	---CONF---	---CONF---	---CONF---	---CONF---	28
EAS and ECC - Trunks	---CONF---	---CONF---	---CONF---	---CONF---	29
Cellular Trunks (Pub. Sw. Net.)	---CONF---	---CONF---	---CONF---	---CONF---	30
<b>Other</b>					31
Exchange Square Miles	---CONF---	---CONF---	---CONF---	---CONF---	32
Exchange Route Miles	---CONF---	---CONF---	---CONF---	---CONF---	33
Footnotes					34

## MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Advanced Fiber Communication	AFC	1
Alcatel	AL	2
ATTC	ATT	3
Digital Loop Carrier	DLC	4
GTE	GTE	5
ITT	ITT	6
Lucent	ATT/LUC	7
Northern Telecom	NTI	8
Siemens	SI	9
Stromberg-Carlson	SC	10

## EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Equipment Type (a)	Abbreviation (b)	
Electronic--Digital	D	1
Electronic--Video	V	2
IP-Packet	P	3

**CENTRAL OFFICE DATA - END OF YEAR**

When an exchange has more than one central office, data must be reported for each central office.

<b>Description (a)</b>	<b>Central Off. (b)</b>	<b>Central Off. (c)</b>	<b>Central Off. (d)</b>	<b>Central Off. (e)</b>	
Exchange Name	DESOTO	GENOA	LA FARGE	LIBERTY POLE	<b>1</b>
PSCW Exchange ID	1480	2010	2790	2940	<b>2</b>
Central Office Name	DESOTO	GENOA	LA FARGE	LIBERTY POLE	<b>3</b>
PSCW Central Office ID	1	1	1	1	<b>4</b>
Central Office CLLI Code	DESTWIXARSO	GENOWIXARSO	LAFRWIXARSO	LBPLWIXARSO	<b>5</b>
Manufacturer of COE (Page 54)	NTI	NTI	NTI	AFC	<b>6</b>
Type of Equipment (Page 54)	D	D	D	D	<b>7</b>
(S)tandalone, (H)ost, (R)emote, (D)igital Loop Carrier	R	R	R	D	<b>8</b>
Remote Host PSCW Exchange ID	5780	5780	5780		<b>9</b>
Remote Host Central Office CLLI Code	WSBYWIXADSO	WSBYWIXADSO	WSBYWIXADSO		<b>10</b>
COE Generic Software Release No.	x	X	X	X	<b>11</b>
SS7?	No	No	No	No	<b>12</b>
9-1-1?	Yes	Yes	Yes	Yes	<b>13</b>
Access Lines - In Use	---CONF---	---CONF---	---CONF---	---CONF---	<b>14</b>
Trunks - In Use	---CONF---	---CONF---	---CONF---	---CONF---	<b>15</b>
ISDN Available?	No	No	No	No	<b>16</b>
ISDN Lines - In Use (BRI)	---CONF---	---CONF---	---CONF---	---CONF---	<b>17</b>
- In Use (PRI)	---CONF---	---CONF---	---CONF---	---CONF---	<b>18</b>
DSL Service Available?	Yes	Yes	Yes	Yes	<b>19</b>
- In Use (# lines)	---CONF---	---CONF---	---CONF---	---CONF---	<b>20</b>
End User VoIP Available?	No	No	No	No	<b>21</b>
Digital Service Available: DS-1 - In Use	---CONF---	---CONF---	---CONF---	---CONF---	<b>22</b>
DS-3 - In Use	---CONF---	---CONF---	---CONF---	---CONF---	<b>23</b>
OC-3 - In Use	---CONF---	---CONF---	---CONF---	---CONF---	<b>24</b>
Advanced Data Service Available:					<b>25</b>
Packet Switching?	No	No	No	No	<b>26</b>
Frame Relay?	No	No	No	No	<b>27</b>
ATM (Asynchronous Trans. Mode)?	No	No	No	No	<b>28</b>
Fiber Transmission Facilities:					<b>29</b>
No. of fiber strands entering C.O.	---CONF---	---CONF---	---CONF---	---CONF---	<b>30</b>
No. of fiber strands working (LIT) in C.O.	---CONF---	---CONF---	---CONF---	---CONF---	<b>31</b>
No. of fiber strands for interoffice use	---CONF---	---CONF---	---CONF---	---CONF---	<b>32</b>
Miles of fiber sheath in wire center	---CONF---	---CONF---	---CONF---	---CONF---	<b>33</b>
Access Tandem Serving this C.O.:					<b>34</b>
- C.O. Name	VIROQUA	VIROQUA	VIROQUA	VIROQUA	<b>35</b>
- PSCW C.O. CLLI Code	5530.01	5530.01	5530-01	5530-01	<b>36</b>
Does this C.O. do access tandem switching?	No	No	No	No	<b>37</b>
Footnotes					<b>38</b>

**CENTRAL OFFICE DATA - END OF YEAR**

When an exchange has more than one central office, data must be reported for each central office.

<b>Description (a)</b>	<b>Central Off. (b)</b>	<b>Central Off. (c)</b>	<b>Central Off. (d)</b>	<b>Central Off. (e)</b>	
Exchange Name	READSTOWN	VIOLA	WESTBY	YUBA	<b>1</b>
PSCW Exchange ID	4500	5520	5780	6050	<b>2</b>
Central Office Name	READSTOWN	VIOLA	WESTBY	YUBA	<b>3</b>
PSCW Central Office ID	1	1	1	1	<b>4</b>
Central Office CLLI Code	RDTWWIXADSO	VIOLAWIXARSO	WSBYWIXADSO	YUBAWIXARSO	<b>5</b>
Manufacturer of COE (Page 54)	NTI	NTI	NTI	AFC	<b>6</b>
Type of Equipment (Page 54)	D	D	D	D	<b>7</b>
(S)tandalone, (H)ost, (R)emote, (D)igital Loop Carrier	R	R	H	R	<b>8</b>
Remote Host PSCW Exchange ID	5780	5780		5780	<b>9</b>
Remote Host Central Office CLLI Code	WSBYWIXADSO	WSBYWIXADSO		WSBYWIXADSO	<b>10</b>
COE Generic Software Release No.	X	X	503.10	X	<b>11</b>
SS7?	No	No	Yes	No	<b>12</b>
9-1-1?	Yes	Yes	Yes	Yes	<b>13</b>
Access Lines - In Use	---CONF---	---CONF---	---CONF---	---CONF---	<b>14</b>
Trunks - In Use	---CONF---	---CONF---	---CONF---	---CONF---	<b>15</b>
ISDN Available?	No	No	No	No	<b>16</b>
ISDN Lines - In Use (BRI)	---CONF---	---CONF---	---CONF---	---CONF---	<b>17</b>
- In Use (PRI)	---CONF---	---CONF---	---CONF---	---CONF---	<b>18</b>
DSL Service Available?	Yes	Yes	Yes	Yes	<b>19</b>
- In Use (# lines)	---CONF---	---CONF---	---CONF---	---CONF---	<b>20</b>
End User VoIP Available?	No	No	No	No	<b>21</b>
Digital Service Available: DS-1 - In Use	---CONF---	---CONF---	---CONF---	---CONF---	<b>22</b>
DS-3 - In Use	---CONF---	---CONF---	---CONF---	---CONF---	<b>23</b>
OC-3 - In Use	---CONF---	---CONF---	---CONF---	---CONF---	<b>24</b>
Advanced Data Service Available:					<b>25</b>
Packet Switching?	No	No	No	No	<b>26</b>
Frame Relay?	No	No	No	No	<b>27</b>
ATM (Asynchronous Trans. Mode)?	No	No	No	No	<b>28</b>
Fiber Transmission Facilities:					<b>29</b>
No. of fiber strands entering C.O.	---CONF---	---CONF---	---CONF---	---CONF---	<b>30</b>
No. of fiber strands working (LIT) in C.O.	---CONF---	---CONF---	---CONF---	---CONF---	<b>31</b>
No. of fiber strands for interoffice use	---CONF---	---CONF---	---CONF---	---CONF---	<b>32</b>
Miles of fiber sheath in wire center	---CONF---	---CONF---	---CONF---	---CONF---	<b>33</b>
Access Tandem Serving this C.O.:					<b>34</b>
- C.O. Name	VIROQUA	VIROQUA	VIROQUA	VIROQUA	<b>35</b>
- PSCW C.O. CLLI Code	5530-01	5530-01	5530-01	5530-01	<b>36</b>
Does this C.O. do access tandem switching?	No	No	No	No	<b>37</b>
Footnotes					<b>38</b>

## GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

### General Footnote

#### Accountants' Compilation Report

To the Board of Directors  
Vernon Telephone Cooperative, Inc.  
Westby, Wisconsin

We have compiled the balance sheets of Vernon Telephone Cooperative, Inc. as of December 31, 2005 and 2004, and the related statements of income and retained earnings for the years then ended included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form, except for pages 47 through 52 and 55.

Our compilation was limited to presenting in the form prescribed by the Public Service Commission of Wisconsin, information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements (including related disclosures) and the supplementary information are presented in accordance with the requirements of the Public Service Commission of Wisconsin, which differ from generally accepted accounting principles. Accordingly, these financial statements and supplementary information are not designed for those who are not informed about such differences.

The supplementary information contained on pages 47 through 52 and 55 of the accompanying prescribed form has not been audited, reviewed, or compiled by us, and, accordingly, we assume no responsibility for that information.

Kiesling Associates LLP  
Madison, Wisconsin  
March 21, 2006

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### Schedule Footnotes

#### Cover Page Footnote. Page 1

NONE

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### Schedule Line Footnotes

- A) Plant transfer.
- B) Other amount is to correct underground cable.
- C) Other amount relates to reclassing Badger Environmental Receivable & Fiber Cable to Viola.

## **GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES**

- D)** Local and toll telephone calls as well as minutes of use data are not available for line 2 of page 47. Vernon Telephone Cooperative is a flat rate company and the cost incurred for the necessary software and record keeping for usage sensitive recording would not be practical to accumulate for information that is not used elsewhere. However, page 47 line 1 should be correct.
- E)** The reported amount of zero is correct.
- F)** Reclassification of revenues previously coded here, now coded to miscellaneous revenues.
- G)** Increase is due to the hiring of a network engineer.
- H)** Reclassification of revenues previously recorded to 5100s and increase in DSL and Video loop charges.

**Communities where Basic Local Service is offered to New Customers**

<b>County Name (a)</b>	<b>Municipality Name (b)</b>	<b>Municipality Type</b>	
Vernon	BERGEN	Town	1
Vernon	CHRISTIANA	Town	2
Vernon	CLINTON	Town	3
Vernon	COON	Town	4
Crawford	DE SOTO	Village	5
Vernon	DE SOTO	Village	6
Richland	FOREST	Town	7
Vernon	FRANKLIN	Town	8
Crawford	FREEMAN	Town	9
Vernon	GENOA	Town	10
Vernon	GENOA	Village	11
Vernon	GREENWOOD	Town	12
Vernon	HAMBURG	Town	13
Vernon	HARMONY	Town	14
Richland	HENRIETTA	Town	15
Vernon	HILLSBORO	Town	16
Vernon	JEFFERSON	Town	17
Vernon	KICKAPOO	Town	18
Vernon	LA FARGE	Village	19
Vernon	LIBERTY	Town	20
Vernon	LIBERTY POLE	Unincorporated	21
Monroe	PORTLAND	Town	22
Vernon	READSTOWN	Village	23
Vernon	STARK	Town	24
Vernon	STERLING	Town	25
Vernon	UNION	Town	26
Richland	VIOLA	Village	27
Vernon	VIOLA	Village	28
Vernon	VIROQUA	Town	29
Vernon	WEBSTER	Town	30
Vernon	WESTBY	City	31
Vernon	WHEATLAND	Town	32
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